

HOUSE RESEARCH

Bill Summary

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Subject: Food and beverage and lodging taxes for the city of Bemidji

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Overview

Allows the city of Bemidji to impose up to a one percent food and beverage tax and a one percent local lodging tax. Proceeds from the taxes are to fund operating, maintenance, and capital replacement costs for the Sanford Center.

Section

1 City of Bemidji; local taxes authorized.

Subdivision 1. Food and beverage tax. Allows the city to impose a food and beverage tax, including on-sale liquor sales, of up to one percent by ordinance.

Subd. 2. Lodging tax. Allows the city to impose up to a one percent lodging tax by ordinance. This tax would be in addition to any lodging tax imposed under the regular statutory lodging tax authority.

Subd. 3. Use of proceeds. Allows the city to use proceeds from either tax to fund ongoing operating, maintenance, and capital replacement costs for the Sanford Center.

Subd. 4. Collection, administration, and enforcement. Allows the city to enter into an agreement with the Department of Revenue for the Department to collect the authorized taxes along with the state sales tax.